

~~(C) -- FOR A LEASE OF REAL PROPERTY CREATING OR TRANSFERRING A PERPETUALLY RENEWABLE GROUND RENT, RECORDATION TAX APPLIES TO THE ANNUAL --- GROUND --- RENT --- CAPITALIZED --- AT --- 6% --- PLUS --- ANY --- ADDITIONAL CONSIDERATION PAYABLE. --- HOWEVER, --- WHEN --- A --- REVERSIONARY --- INTEREST KNOWN --- AS --- A --- PERPETUALLY --- RENEWABLE --- GROUND RENT IS CREATED, THE REVERSIONARY INTEREST IS NOT SUBJECT TO RECORDATION TAX.~~

~~13-105.~~

~~(A) -- FOR A LEASE OF REAL PROPERTY CREATING OR TRANSFERRING A PERPETUALLY RENEWABLE GROUND RENT, TRANSFER TAX APPLIES TO THE ANNUAL --- GROUND --- RENT --- CAPITALIZED --- AT --- 6% --- PLUS --- ANY --- ADDITIONAL CONSIDERATION PAYABLE. --- HOWEVER, --- WHEN --- A --- REVERSIONARY --- INTEREST KNOWN --- AS --- A --- PERPETUALLY --- RENEWABLE --- GROUND RENT IS CREATED, THE REVERSIONARY INTEREST IS NOT SUBJECT TO TRANSFER TAX.~~

12-105.

(C) IF A LEASE OF REAL PROPERTY CREATING A PERPETUALLY RENEWABLE GROUND RENT IS RECORDED WITHOUT A TRANSFER OF THE REVERSIONARY ESTATE FOR FULL CONSIDERATION OTHER THAN THE GROUND RENT BEING RECORDED AT THE SAME TIME, THE RECORDATION TAX APPLIES TO THE ANNUAL GROUND RENT CAPITALIZED AT THE RATE AS DETERMINED UNDER § 8-110 OF THE REAL PROPERTY ARTICLE PLUS ANY ADDITIONAL CONSIDERATION PAYABLE. IF THE LEASE IS RECORDED AT THE SAME TIME WITH THE TRANSFER OF THE REVERSIONARY ESTATE CREATED FOR FULL CONSIDERATION, THE LEASE IS NOT SUBJECT TO RECORDATION TAX.

13-205.

(A) IF A LEASE OF REAL PROPERTY CREATING A PERPETUALLY RENEWABLE GROUND RENT IS RECORDED WITHOUT A TRANSFER OF THE REVERSIONARY ESTATE FOR FULL CONSIDERATION OTHER THAN THE GROUND RENT BEING RECORDED AT THE SAME TIME, THE TRANSFER TAX APPLIES TO THE ANNUAL GROUND RENT CAPITALIZED AT THE RATE AS DETERMINED UNDER § 8-110 OF THE REAL PROPERTY ARTICLE PLUS ANY ADDITIONAL CONSIDERATION PAYABLE. IF THE LEASE IS RECORDED AT THE SAME TIME WITH THE TRANSFER OF THE REVERSIONARY ESTATE CREATED FOR FULL CONSIDERATION, THE LEASE IS NOT SUBJECT TO TRANSFER TAX.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect February 1, 1986.

Approved May 28, 1985.

CHAPTER 571

(Senate Bill 773)

AN ACT concerning